

CITY OF HOUSTON, TEXAS
OUTSTANDING PRINCIPAL AMOUNT OF OBLIGATIONS
PAYABLE FROM AD VALOREM TAXES AND OTHER REVENUE SOURCES
June 30, 2000

Payable from Ad Valorem Taxes	Original Par (in thousands)	Carrying Value ⁽ⁱ⁾ (in thousands)
Tax Bonds ^{(a)(b)}	\$ 1,248,775	\$ 1,248,775
Commercial Paper Notes ^(c)	421,300	421,300
Tax Certificates	42,088	42,145
Assumed Bonds ^(d)	115,650	118,304
Subtotal:	<u>1,827,813</u>	<u>1,830,524</u>
 Payable from sources other than Ad Valorem Taxes		
Water and Sewer System Revenue Bonds ^(e)	3,179,106	3,232,423
Contract Revenue Obligations ^(f)	280,514	282,786
Airport System Revenue Bonds ^(g)	881,550	863,701
Convention and Entertainment Facilities Revenue Bonds and Notes	134,810	121,901
Subtotal:	<u>4,475,980</u>	<u>4,500,811</u>
 Total Bonds Payable by the City ^(h)	 <u><u>\$ 6,303,793</u></u>	 <u><u>\$ 6,331,335</u></u>

- (a) A portion of the debt service for Tax Bonds and Assumed Bonds is paid by transfers of certain revenues derived from the City's Water and Sewer System.
- (b) Under Texas law, the City can incur total bonded indebtedness through the issuance of ad valorem tax obligations in an amount not to exceed 10% of the total assessed valuation. Based on the 1999 total assessed valuation as of June 30, 2000, the legal limitation on such bonds is approximately \$8.9 billion.
- (c) The City has authorized a \$402 million Series A General Obligation Commercial paper Program, \$200 million Series B General Obligation Commercial paper Program, and \$100 million Series C General Obligation Commercial Paper Program.
- (d) This amount excludes the principal amount of bonds issued by the Clear Lake City Water authority, which as of June 30, 2000, was approximately \$114,224,399, in unlimited tax and revenue debt. The City may be required to assume a portion of such debt upon dissolution of such entity. The City has no plan to dissolve this entity.
- (e) This amount includes \$292.7 million of the \$300 million Series A Water and Sewer System Commercial Paper Program. None of the \$200 million Series B Water and Sewer System Commercial Paper Program is outstanding.
- (f) Contract Revenue Obligations consist of obligations under certain contracts between the City and the Trinity River Authority (Livingston Project) and the Coastal Water Authority, which are payable, as to both principal and interest, as operating expenses of the City's Water and Sewer System.
- (g) This amount includes \$50 million of the authorized \$150 Million of the Series A and B. None of the \$150 million Series C has been issued at June 30, 2000.
- (h) This amount does not include certain leases entered into by the City nor does it include debt from the public improvement district and reinvestment zone which are discretely presented component units of the City. Of these entities, one reinvestment zone and one public improvement district has issued bonds in the amount of \$2,200,000 and \$500,000, respectively.
- (i) Carrying Value reflects the current accreted value of any capital appreciation bonds and unamortized balances from deferred gains on debt refunding transaction